

Frederick County Government



PUBLIC HEARINGS
Property Tax Rate Levy
Electric Lighting District Tax Rates
Proposed FY2014 Operating Budget

Budget Committee

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County Manager
Budget Officer
Acting Finance Director
Human Resources Director
President, BOCC
County Commissioner

The proposed budget reflects recommendations made by the Budget Committee and was presented to the BOCC on April 18th for approval to go to Public Hearing.

Proposed Tax Rates

(Per \$100 Of Assessed Value)

	FY2014	FY2013
General Real Property Tax	\$1.064	\$0.936
Constant Yield Tax Rate	\$0.9575	\$0.9663

Reflects the consolidation of the Fire Tax into the General Property Tax Rate. ($\$0.936 + \$0.128 = \$1.064$)

Tax Differential Property Tax		
City of Frederick	\$0.9357	\$0.8130
Myersville	\$0.9405	\$0.8188

The City of Frederick and Town of Myersville chose tax differential property tax rates rather than receiving direct payment from the County for the Municipal Tax Equity Program.

Proposed Tax Rates

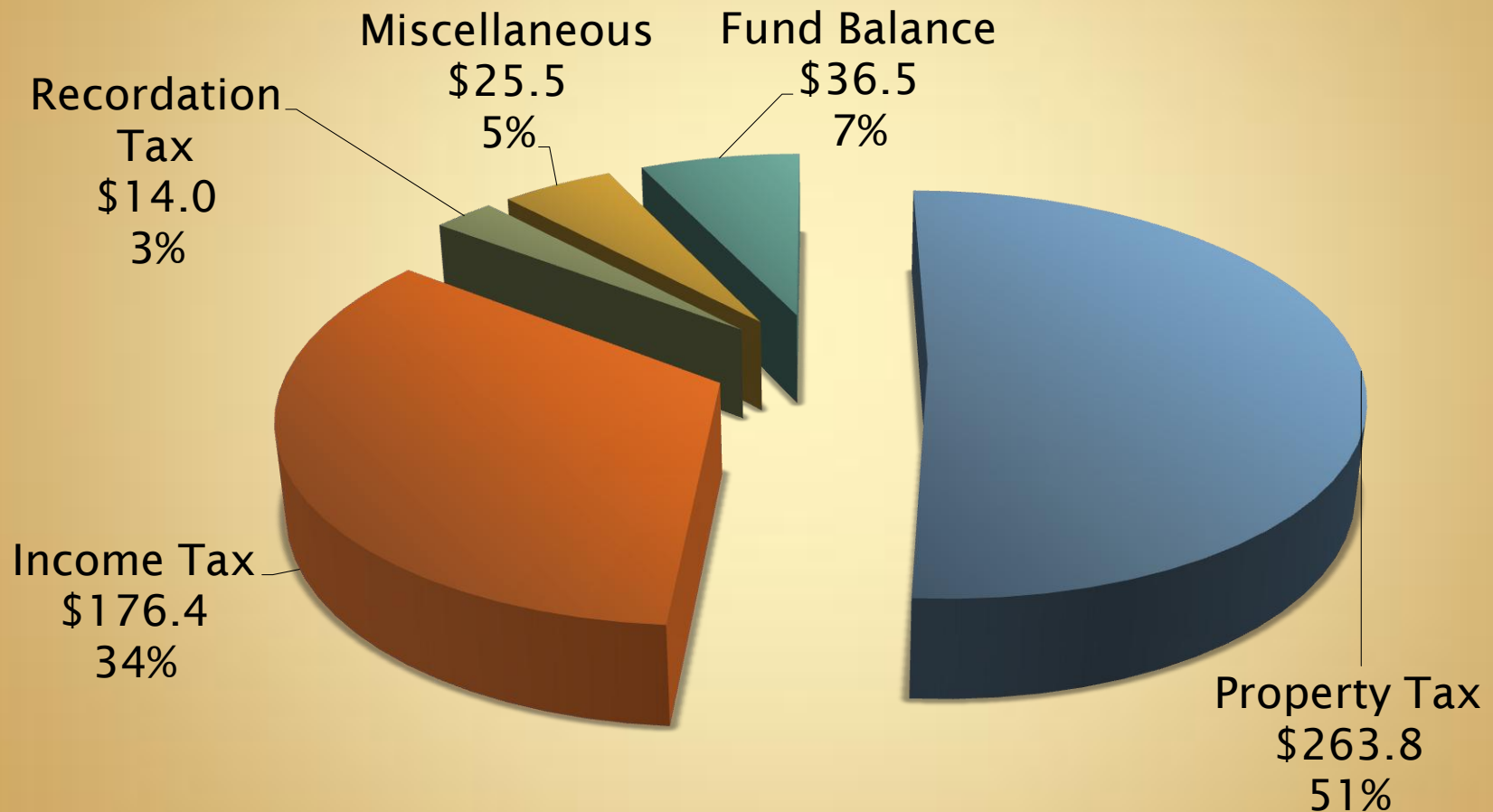
(Per \$100 of Assessed Value)

Special Taxing Districts

	<u>FY2014</u>	<u>FY2013</u>
Urban Fire & Rescue	\$0.000	\$0.128
Suburban Fire & Rescue	\$0.000	\$0.080
Consolidated into the General Real Property Tax Rate (\$0.936 + \$0.128 = \$1.064)		
Braddock Heights Electric Lighting	\$0.018	\$0.010
Libertytown Electric Lighting	\$0.013	\$0.013
New Addition Electric Lighting	\$0.013	\$0.010

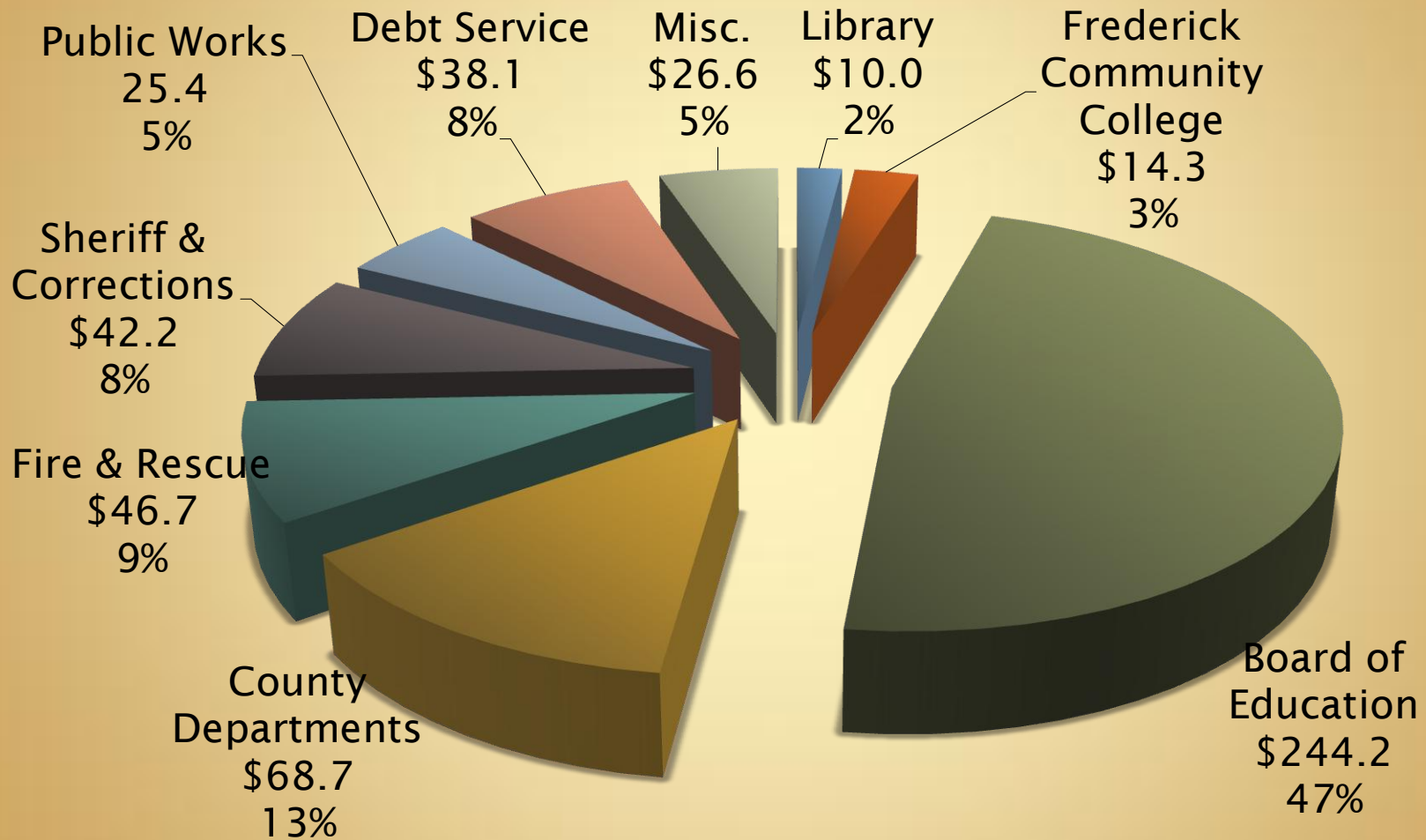
A proposed tax rate increase for the Braddock (\$.008) and New Addition (\$.003) Lighting Districts is included in proposed budget

Revenue Sources in Millions



\$516,237,305

Expenditure Uses in Millions



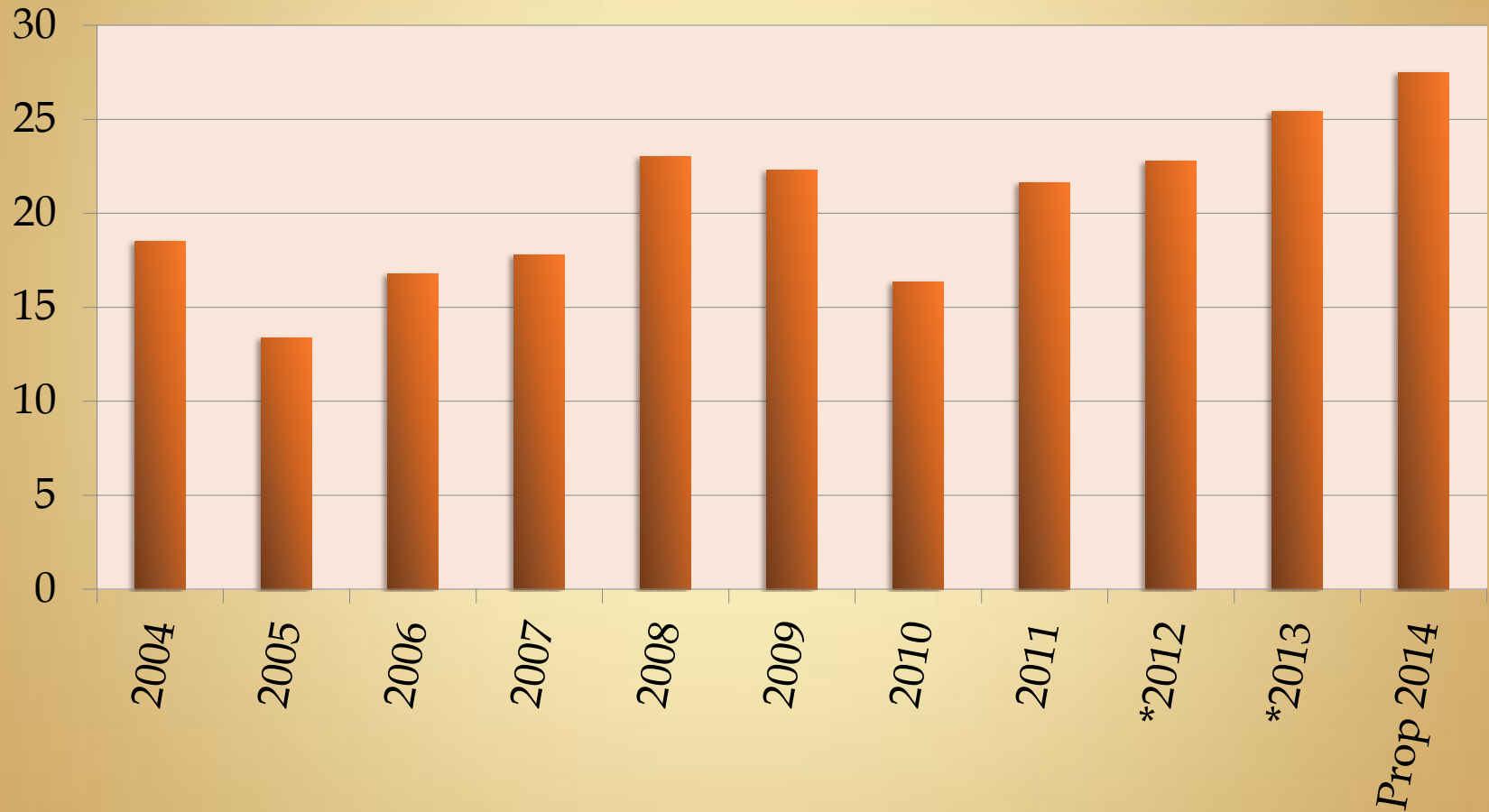
\$516,237,305

3 Year Analysis

	FY2014 Proposed	FY2015 Forecast	FY2016 Forecast
REVENUE			
Property Tax	263,838,803	267,926,491	275,589,051
Income Tax	176,363,100	185,622,200	195,367,400
Recordation	14,067,359	14,489,400	15,130,900
Other	19,860,506	20,013,811	20,548,361
Total Operating Revenue	\$474,129,768	\$488,051,902	\$506,635,712
EXPENDITURES			
County Departments	183,026,042	189,196,500	196,764,400
Debt Service	38,083,944	41,783,755	42,641,176
BOE/FCC/Library	268,543,436	267,795,100	271,080,500
Other	26,583,883	19,835,548	20,886,088
Total Expenditures	\$516,237,305	\$518,610,903	\$531,372,164
Use of Fund Balance	36,497,456	25,000,000	15,000,000
Transfer from Other Funds	1,610,081		
Sale of BOE Properties	4,000,000		
Surplus/Deficit	\$0	(\$5,559,001)	(\$9,736,452)

Net Structural Deficit (in millions)

(*Reflects Structural Deficit of the Fire Tax Districts)



Education Appropriations

- Funds BOE maintenance of effort at \$229.4 million including teachers pension cost of \$7.47 million
- Provides \$10.8 million of in-kind services
- Provides \$3.1 million additional funding for technology and systemics to the CIP:
 - \$1.6 million - School Bus Radios
 - \$700k - Local Match State Security Grant
 - \$172k - Liberty Elementary Chiller
 - \$160k - Brunswick High HVAC
 - \$468k - Technology Initiatives

Reduction in Workforce

Adopted Budgeted Positions

<u>Fiscal Year</u>	<u># FTE</u>	<u>Decrease</u>
2009	2,624	
2010	2,538	-86
2011	2,448	-90
2012	2,320	-128
2013	2,299	-21
2014	2,192	-107
Total Reduction in Workforce		-432

Currently at 2,111 filled positions

Spending Reductions

• Departmental Reductions	\$2 million
• Fire & Rescue Modified Option 2	\$1 million
• Elimination of Vacant Positions	\$1 million
• Fleet Service Charge Reductions	\$750k
• SDAT Cost Share Allocation	\$500k
TOTAL	\$5.25 Mil

Pension & OPEB Obligations

To improve the funded status of the Pension Plan, the budgeted County Contribution is calculated without reflecting the increased employee contribution rates effective July 1, 2012.

The Actuarial six year projection report estimates the funded ratio of the pension plan to be at 91% by 7/1/2017.

Fully funds ARC (annual required contribution) for OPEB (retiree health benefits)

The current market value of assets held in OPEB trust is \$71.7 million as of March 31, 2013.

Reserves & Contingencies

“Rainy Day” Fund – set aside amount required by state law equal to 5% of general fund expenditures including transfers to BOE and FCC for the prior fiscal year. FY12 - \$20.5 million

Additional Reserves

Fuel Cost Reserve	\$1,449,420
Snow Removal Reserve	\$1,000,000
Bond Rating Enhancement	\$ 500,000
BOCC Contingency	\$ 500,000

Community Service Initiatives

Daybreak Adult Day Services	\$13,870
Mental Health Association	
- Counseling	\$37,827
- System Navigation	\$38,330
Religious Coalition	
- Pharmacy	\$18,914
- Shelter	\$22,066
Villa Maria/ Assoc Catholic Char.	\$ 7,704
TOTAL	\$138,711

Emergency Sheltering Services

Community Action Agency	\$75,000
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Religious Coalition	\$40,000
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Advocates for Homeless Families	\$20,000
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Hope Alive Ministries	\$15,000
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- \$150,000 funded by the Housing Initiatives Fund
- MOUs have been established with each organization

OTHER OPERATING BUDGETS

SPECIAL REVENUE FUNDS

ENTERPRISE FUNDS

INTERNAL SERVICE FUNDS

Special Revenue Funds

	FY2014	FY2013	% Diff
Fire & Rescue Tax Districts	\$ -	\$ 43,539,236	-100.0%
Grants	22,654,609	22,178,349	2.1%
Impact Fees	8,855,591	7,745,536	14.3%
Agricultural Land Preservation	6,672,217	6,745,159	-1.1%
School Construction	5,970,908	4,245,059	40.7%
Nursing Home Construction	1,790,761	1,461,625	22.5%
Hotel Rental Tax	1,388,822	1,216,857	14.1%
Housing Initiatives	1,216,800	513,000	137.2%
Parks Acquisition & Development	422,793	3,207,300	-86.8%
Economic Development Loan	45,560	49,759	-8.4%
Electric Lighting	15,967	15,032	6.2%
Development Road Improvement	-	500,000	-100.0%

Enterprise Funds

	FY2014	FY2013	% Diff
Water & Sewer	\$ 34,593,947	\$ 33,623,107	2.9%
Solid Waste	23,167,426	23,995,167	-3.4%
Citizens Care & Rehabilitation Ctr	20,554,060	20,171,713	1.9%
Montevue Assisted Living	3,978,538	4,035,738	-1.4%
Bell Court Housing	115,443	113,265	1.9%

Internal Service Funds

	FY2014	FY2013	% Diff
Fleet Services	\$ 8,054,922	\$ 9,496,247	-15.2%
Voice Services	1,327,515	1,397,385	-5.0%

Operating Budget Calendar

- May 9th - Adopt Property Tax Rate
Budget Discussions (Admin)
- May 16th - Budget Discussions (Admin)
- May 23rd - Budget Discussions (Admin)
- June 6th - Adopt FY2014 Operating Budget